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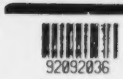

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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 10-Q

T92-226/81

QUARTERLY REPORT UNDER SECTION 13 OR 15 (D) OF THE SECURITIES EXCHANGE ACT OF 1934

For Quarter Ended March 31, 1992 Commission File Number 0-7475

PHOTO CONTROL CORPORATION
(Exact Name of Registrant as Specified in its Charter)

Minnesota	41-0831186
(State or Other Jurisdiction of Incorporation or Organization)	(I.R.S. Employer Identification No.)

4800 Quebec Avenue North, Minneapolis, Minnesota	55428
(Address of Principal Executive Offices)	(Zip Code)

Registrant's Telephone Number (612) 537-3601

(Former name, former address, and former fiscal year if changes since last report.)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15 (d) of the Securities Exchange Act of 1934 during the preceding twelve months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No ___

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the close of the period covered by this report.

Class	Outstanding at March 31, 1992
Common Stock, par value $.08	1,315,152 Shares

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PHOTO CONTROL CORPORATION
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PHOTO CONTROL CORPORATION
CONSOLIDATED BALANCE SHEET
(Unaudited)

	March 31 1992	December 31 1991
ASSETS		
Current Assets		
Cash	$ 1,012,755	$ 1,273,420
Accounts Receivable	1,235,707	1,081,270
Other Receivables	41,340	39,988
Inventories	4,827,717	4,575,971
Prepaid Expenses	72,225	91,801
Total Current Assets	7,189,744	7,062,450
Investments and other Assets		
Cash Value of Life Insurance	168,913	162,285
Goodwill	102,765	112,077
Notes Receivable	38,483	49,028
Deferred Income Taxes	200,000	200,000
Total Investments and other Assets	510,161	523,390
Plant and Equipment		
Land and Building	4,143,703	4,143,703
Machinery and Equipment	2,776,226	2,776,225
Accumulated Depreciation	(3,269,520)	(3,440,564)
Total Plant and Equipment	3,650,409	3,479,364
	$11,350,314	$11,065,204
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Current Maturities of Long-Term Debt	$ 153,276	$ 144,646
Accounts Payable	610,676	284,494
Accrued Payroll and Employee Benefits	326,977	325,231
Accrued Expenses	117,761	104,240
Accrued Income Taxes		28,221
Total Current Liabilities	1,208,690	886,832
Long-Term Debt	1,768,937	1,778,994
Deferred Compensation	257,479	241,270
Stockholders' Equity		
Common Stock	105,212	105,652
Additional Paid-In Capital	1,002,305	1,006,485
Retained Earnings	7,007,691	7,045,971
Total Stockholders' Equity	8,115,208	8,158,108
	$11,350,314	$11,065,204

See accompanying notes to consolidated financial statements.

PHOTO CONTROL CORPORATION
CONSOLIDATED STATEMENT OF OPERATIONS
(unaudited)

	THREE MONTHS ENDED MARCH 31 1992	1991
Sales	$ 2,751,451	$ 2,473,948
Cost and Expenses		
Cost of Goods Sold	1,664,509	1,635,144
Marketing and Administrative	837,290	788,075
Research, Development & Eng.	253,597	243,691
Interest	31,636	54,584
	2,787,032	2,721,494
Income (Loss) Before Income Tax	(35,581)	(247,546)
Income Tax (Benefit) Provision	(15,000)	(100,000)
Net Income (Loss)	(20,581)	(147,546)
Net Income Per (Loss) Common Share	$ (.02)	$ (.11)

See accompanying notes to consolidated financial statements.

PHOTO CONTROL CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS
(Unaudited)

	March 31	
	1992	1991
Cash flows from operating activities:		
Net income from operations	$(20,581)	$(147,546)
Items not affecting cash-		
Depreciation	72,973	82,080
Amortization	9,312	9,312
Deferred compensation	16,209	12,791
Change in:		
Receivables	(155,789)	42,307
Inventories	(251,746)	(145,901)
Prepaid Expenses	19,576	39,460
Income taxes	(28,221)	(142,627)
Accounts payable	326,182	88,459
Accrued expenses	15,267	32,434
Net cash provided by (used in) operating expenses	3,182	(129,231)
Cash flows from investing activities:		
Additions to plant and equipment	(244,018)	(17,349)
Additions to cash value of life insurance	(6,628)	(6,628)
Proceeds from note receivable	10,545	10,622
Net cash (used in) investing activities	(240,101)	(13,355)
Cash flow from financing activities:		
Repayment of long-term debt	(1,428)	(17,247)
Purchase of common stock	(22,318)	(38,510)
Net cash provided by (used in) by financing activities	(23,746)	(55,757)
Change in cash	(260,665)	(198,343)
Cash at beginning of period	1,273,420	543,721
Cash at end of period	$1,012,755	$345,378

PHOTO CONTROL CORPORATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1992
(Unaudited)

NOTE 1

Notes to financial statements presented herein do not include all the footnotes normally presented in the Company's annual report to stockholders.

The accompanying financial statements reflect, in the opinion of management, all normal and recurring adjustments necessary to a fair presentation of financial position, results of operations, and cash flows for the interim periods. The results for interim periods are not necessarily indicative of results to be expected for the year.

NOTE 2

Inventories are analyzed as follows:

	March 31 1992	December 31 1991
Raw Materials	$3,208,536	$3,018,285
Work in Progress	718,561	618,778
Finished Goods	900,620	938,908
	$4,827,717	$4,575,971

NOTE 3

Net Income per common share is computed based on the weighted average number of common shares outstanding and the potentially dilutive effective of stock options during the respective periods. Stock option dilution is computed under the Treasury Stock method using the average market price of the Company's common stock.

PHOTO CONTROL CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION
AND RESULTS OF OPERATION

OPERATIONS

Sales increased $277,503 when compared to the same quarter in the preceding fiscal year. Lighting equipment sales decreased $242,087, camera sales increased $119,041 and printer sales increased $400,549. The sales increase for cameras and printers reflect increased volume due to improved economic conditions. The lighting equipment line continues to experience a very competitive market.

Cost of goods sold increased $29,365 with gross profit margins increasing from 33.9% to 39.5%. The gross margin increase is the result of high production and the related absorption of fixed manufacturing overhead. Also the product mixed in 1992 changed slightly from 1991.

Marketing and administrative expenses increased $49,215 which reflects the higher sales commissions due to the higher sales.

Research, Development and Engineering expense increased slightly by $9,906.

Interest expense decreased $22,948 due to lower outstanding debt and lower interest rates.

LIQUIDITY

Cash decreased by $260,665 since December 31, 1991. Working capital decreased from $6,175,618 at December 31, 1991 to $5,981,054 at March 31, 1992. The cash decrease reflects cash used in investing activities of $240,101, the purchase of common stock of $22,318 and repayment of long-term debt of $1,428.

CAPITAL RESOURCES

The Company repurchased 5,500 shares of common stock in the amount of $22,319. There were no short-term borrowings under a line of credit at March 31, 1992 and December 31, 1991.

ITEM 2. Changes in Securities

	Common Stock		Additional Paid In Capital	Retained Earnings
	Number of Shares	Amount		
Balance at December 31, 1991	1,320,652	$105,652	$1,006,485	$7,045,971
Repurchase of Stock	(5,500)	(440)	(4,180)	(17,699)
Net Loss				(20,581)
Balance at March 31, 1992	1,315,152	$105,212	$1,002,305	7,007,691

ITEM 6. Exhibit and Reports on Form 8-K

A. Exhibits - None
B. Reports on Form 8-K - There was no Form 8-K filed during the quarter.

PHOTO CONTROL CORPORATION
(Registrant)

4-24-92
Date

L.A. Willig, Chairman of the Board

4-21-92
Date

C.R. Jackals, Vice President-Treasurer